

Estate of Chemetco, Inc.

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February 8, 2012

Erin Rednour
State Project Coordinator
Illinois EPA RPMS/BOL
1021 North Grand Avenue East
Springfield, IL 62794-9276

James L. Morgan
Assistant Attorney General
Environmental Bureau
500 Second Street
Springfield, IL 62706

Re: **Monthly Status Report (February, 2012)**
Interim Order (Civil Case No.00-cv-670-DRH-DGW
00-cv-670-DRH (consolidated))

Dear Mrs. Rednour and Mr. Morgan:

As requested in the joint motion to extend the Interim Order, this letter documents the progress by the Bankruptcy Estate of Chemetco, Inc. ("Estate") during the month of January under the approved work plans; (Demolition Work Plan, Scrap Metal Work Plan, Copper Furnace Cleanup Solids, Scrubber Sludge Work Plan, etc) as indicated in the Extended Interim Order. It should be noted that the Interim Order has been further extended through April 30, 2012.

Demolition Work Plan

As previously stated in the January 2012 Monthly Report, demolition activities were completed on December 16, 2011. No further/additional scrap metals were sold for recycling during the month of January.

Scrap Metal Work Plan

The Estate of Chemetco did not generate nor gather any scrap metal that could be used for recycling during the month of January.

Scrubber Sludge Work Plan

Loading of the Scrubber Sludge mixed with fines continued during the month of January with Fred Weber Company performing the loading of Scrubber Sludge material into 1 Metric Ton Supersacks. The bags were then loaded in 20 ft steel sealed containers and shipped internationally to Germany. It should be noted that the Scrubber Sludge Material is being sold to H&H Metals and California Metals & Alloys Corp.

The following shipments were made during the month of January.

- 18 containers of Scrubber Sludge and Scrubber Sludge mixed with fines (~355 Metric Tons) were loaded and shipped internationally and sold to H&H Metals.

It should be noted that the Metric Tons are net ton weight that includes the weight of the supersack bags, but does not include the tare weight for the wood bulkheads.

Scheduled Action Items for Next Month

Demolition Report

The Estate and Paradigm continue gathering documentation for the Demolition Summary Draft Report (DSDR).

Disposal of Bins

As indicated in the November 2011 Letter Report, Hazardous Waste associated with the demolition work was temporarily stored in steel 40 and 20 cubic yard (CY) containers. The containers are temporarily stored on site (within the allowed 90-day storage) and the containers will be picked up for proper disposal. To date, nineteen containers out of twenty six containers have been properly disposed. These containers have been shaded and are shown on the table below. For the month of January, eight containers were disposed of.

The summary table below summarizes the number of containers on site, and the schedule of when the remaining containers are expected to be picked up and disposed of. It should be noted that all the containers have been disposed within the allowed storage time and have not exceeded the allowed storage time.

<u>Number of bins</u>	<u>Accumulation Start Date</u>	<u>Description</u>	<u>Bin Number</u>	<u>90 Day Temp Storage Date</u>	<u>Manifest #</u>	<u>Date Picked Up</u>	<u>Status</u>	<u>Expected Ship Month</u>
1	7/27/2011	40 Yard Bin,	4097	10/25/2011	000440784WAS	10/25/11	Shipped	October
2	8/18/2011	40 Yard Bin,	4088	11/16/2011	000440785WAS	11/9/11	Shipped	November
3	8/19/2011	40 Yard Bin,	40170	11/17/2011	000440786WAS	11/10/11	Shipped	November
4	8/25/2011	40 Yard Bin,	4029	11/23/2011	000440787WAS	11/11/11	Shipped	November
5	8/26/2011	40 Yard Bin,	40130	11/24/2011	000440788WAS	11/14/11	Shipped	November
6	8/26/2011	40 Yard Bin,	40101	11/24/2011	000440789WAS	11/15/11	Shipped	November
7	8/29/2011	20 Yard Bin,	2066	11/27/2011	000440790WAS	11/16/11	Shipped	November
8	8/29/2011	20 Yard Bin,	20300	11/27/2011	000440791WAS	11/17/11	Shipped	November

9	8/30/2011	40 Yard Bin,	40124	11/28/2011	000440792WAS	11/17/11	Shipped	November
10	8/31/2011	40 Yard Bin,	4042	11/29/2011	000440793WAS	11/17/11	Shipped	November
11	9/19/2011	40 Yard Bin,	40109	12/18/2011	000440794WAS	12-12-11	Shipped	December
12	10/19/2011	40 Yard Bin,	40006	1/17/2012	0004618002WAS	1-13-12	Shipped	January
13	10/20/2011	40 Yard Bin,	4025	1/18/2012	0004618003WAS	1-13-12	Shipped	January
14	11/2/2011	40 Yard Bin,	40118	1/31/2012	0004618006WAS	1-27-12	Shipped	January
15	11/2/2011	40 Yard Bin,	4039	1/31/2012	0004618004WAS	1-27-12	Shipped	January
16	11/4/2011	40 Yard Bin,	40108	2/2/2012	0004618007WAS	1-30-12	Shipped	February
17	11/4/2011	40 Yard Bin,	4074	2/2/2012	0004618008WAS	1-30-12	Shipped	February
18	11/4/2011	40 Yard Bin,	40137	2/2/2012	0004618009WAS	1-30-12	Shipped	February
19	11/7/2011	20 Yard Bin,	20463	2/5/2012	0004618010WAS	1-30-12	Shipped	February
20	11/15/2011	40 Yard Bin,	40173	2/13/2012			Pending	February
21	12/3/2011	40 Yard Bin,	40170	3/2/2012			Pending	March
22	12/3/2011	40 Yard Bin,	4042	3/2/2012			Pending	March
23	12/3/2011	40 Yard Bin,	40124	3/2/2012			Pending	March
24	12/3/2011	40 Yard Bin,	4088	3/2/2012			Pending	March
25	12/3/2011	40 Yard Bin,	40101	3/2/2012			Pending	March
26	12/3/2011	20 Yard Bin,	20854	3/2/2012			Pending	March

Other Work Plan Activities

Scrubber Sludge

The Estate and Paradigm plan to continue loading the material during the month of February.

Copper Furnace Cleanup Solids

The Estate will be submitting an addendum to the CFCS work plan to include additional CFCS material recovered from the Foundry building. In the past, the Estate has sold CFCS to Aurubis, and/or will be likely sold to China.

Scrap Metals

With demolition activities completed, the Estate may begin assessing areas where additional scrap metal may be sold for recycling.

Furnaces Removal Work Plan

Talks have resumed between Metallo and the Estate of Chemetco regarding the purchasing of the three-TBRC metal furnaces located in the foundry building. The Estate may begin revising and/or updating the existing Work Plan for the removal of the furnaces.

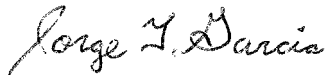
Circuitry Board and Shredded Board Material Work Plan

On January 26, 2012, the Estate and Paradigm submitted to IEPA a Circuitry Board and Shredded Board Material Work Plan to sell the material that is currently located west of the foundry building and inside the receiving building.

The next monthly progress report is due by the 10th of March. It should also be noted that as required by paragraph 34 of Section X. REPORTING REQUIREMENTS of the Interim Order, a quarterly progress report is also being submitted to IEPA and USEPA. If you have any questions, please do not hesitate to contact me at my office, 618/254-4381 x372 or by cell phone at 314-348-8211.

Sincerely

ESTATE OF CHEMETCO, INC.

A handwritten signature in cursive script that reads "Jorge Y. Garcia".

Jorge Y. Garcia PG

EH&S Manager

CC: Michelle Kerr, USEPA Region 5 Superfund
Chris Cahnovsky, Regional Mgr, IEPA-Collinsville Office
Donald Samson, Trustee
Elliott Stegin, IAD/Paradigm
Penni Livingston, Livingston Law Firm